

# **Comprehensive Annual Financial Report**

For the Fiscal Year Ended June 30, 2002

## **Table of Contents**

### **I. INTRODUCTORY SECTION**

<i>LETTER OF TRANSMITTAL .....</i>	<i>1</i>
<i>ACKNOWLEDGEMENTS.....</i>	<i>7</i>
<i>COMMONWEALTH ORGANIZATIONAL STRUCTURE .....</i>	<i>8</i>
<i>PRINCIPAL COMMONWEALTH OFFICIALS .....</i>	<i>9</i>
<i>ADVISORY BOARD TO THE COMPTROLLER .....</i>	<i>10</i>
<i>CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING .....</i>	<i>11</i>

### **II. FINANCIAL SECTION**

<i>INDEPENDENT AUDITOR'S REPORT.....</i>	<i>15</i>
<i>MANAGEMENT'S DISCUSSION AND ANALYSIS.....</i>	<i>19</i>
<i>BASIC FINANCIAL STATEMENTS:.....</i>	<i>32</i>
<i>GOVERNMENT – WIDE FINANCIAL STATEMENTS:</i>	
<i>Statement of Net Assets .....</i>	<i>32</i>
<i>Statement of Activities.....</i>	<i>34</i>
<i>GOVERNMENTAL FUND FINANCIAL STATEMENTS:</i>	
<i>Balance Sheet.....</i>	<i>38</i>
<i>Reconciliation of Fund Balances to the Statement of Net Assets.....</i>	<i>39</i>
<i>Statement of Revenues, Expenditures and Changes in Fund Balances .....</i>	<i>40</i>
<i>PROPRIETARY FUND FINANCIAL STATEMENTS:</i>	
<i>Statement of Net Assets .....</i>	<i>44</i>
<i>Statement of Revenues, Expenses and Changes in Net Assets .....</i>	<i>45</i>
<i>Statement of Cash Flows.....</i>	<i>46</i>
<i>FIDUCIARY FUND FINANCIAL STATEMENTS:</i>	
<i>Statement of Net Assets .....</i>	<i>48</i>
<i>Statement of Changes in Fiduciary Net Assets .....</i>	<i>49</i>
<i>COMPONENT UNIT FINANCIAL STATEMENTS:</i>	
<i>Statement of Net Assets .....</i>	<i>52</i>
<i>Statement of Revenues, Expenses and Changes in Net Assets .....</i>	<i>53</i>
<i>TABLE OF CONTENTS - NOTES TO THE FINANCIAL STATEMENTS:</i>	
<i>Notes to the Financial Statements.....</i>	<i>56</i>
<i>REQUIRED SUPPLEMENTARY INFORMATION-OTHER THAN MANAGEMENT'S DISCUSSION AND ANALYSIS:</i>	
<i>Budgetary Comparison Schedule – Major Governmental Funds.....</i>	<i>104</i>
<i>Note to Required Supplementary Information – Budgetary Reporting .....</i>	<i>105</i>
<i>OTHER SUPPLEMENTARY INFORMATION:</i>	
<i>Nonmajor Governmental Funds Balance Sheet .....</i>	<i>108</i>

<i>Nonmajor Governmental Funds – Combining Statement of Revenues, Expenditures and Changes in Fund Balance.....</i>	109
---	-----

### **III. STATISTICAL SECTION**

<i>Ten-Year Schedule of Revenues and Other Financing Sources – All Governmental Fund Types – Fund Perspective.....</i>	112
<i>Ten-Year Schedule of Expenditures and Other Financing Uses – All Governmental Fund Types – Fund Perspective.....</i>	114
<i>Ten-Year Schedule of Annual Debt Service Expenditures.....</i>	116
<i>Ten-Year Schedule of Per Capita General Long-Term Bonded Debt .....</i>	117
<i>Component Units Revenue Bond Coverage For The Last Ten Years.....</i>	118
<i>Calculation of Transfers: Stabilization Fund .....</i>	120
<i>Calculation of Transfers: Tax Reduction Fund .....</i>	121
<i>Ten-Year Schedule of Massachusetts and United States Resident Population.....</i>	122
<i>Nonagricultural Employment by Sector and Industry in Massachusetts and the United States .....</i>	123
<i>Ten-Year Schedule of Annual Average Civilian Labor Force, Unemployment and Unemployment Rates For Massachusetts and the United States.....</i>	124
<i>Twenty-Five Largest Private Sector Massachusetts Employers.....</i>	125
<i>Standard and Poors 500 Companies Headquartered in Massachusetts .....</i>	126
<i>Ten-Year Schedule of Massachusetts and United States Resident Per Capita Net Income.....</i>	127
<i>Massachusetts General Information.....</i>	128